

State of Rhode Island Revenue Brief

Special Report on Preliminary FY 2008 Revenues

This special edition of the monthly Revenue Brief is the third annual of its kind and is a sharp departure from the editions presented in July through May. In general, monthly revenue briefs assess fiscal year-over-fiscal year state revenue collections on a cash basis. This special report varies from this practice in that it assesses fiscal year-over-fiscal year state revenue collections on an accrual basis. That is, it considers total fiscal year revenue collections, which are equal to cash collections plus the net accrual between consecutive fiscal years. One result of this approach, is that the detailed discussions of revenue collection anomalies that is a staple of monthly revenue briefs is absent from this report. Further, this report's focus is on the relationship between preliminary FY 2008 revenue collections and the revenue estimates adopted at the May 2009 Revenue Estimating Conference (REC). Previous special reports on preliminary fiscal year revenues have focused on the relationship between preliminary revenues and the enacted budget. This report's change in focus is due to the fact that the General Assembly enacted the final FY 2008 budget prior to the convening of the May 2008 REC. Finally, the year-to-date growth rates cited refer to preliminary FY 2008 total revenues versus final FY 2007 total revenues collected.

Total General Revenues

Annual Growth Rates	<u>Adopted Growth Estimate</u> 7.0 %	<u>Preliminary Growth</u> 6.7 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$3.436 Billion	<u>Preliminary Total</u> \$3.428 Billion

Preliminary fiscal Year 2008 total general revenues collected have increased by 6.7 percent as compared to Fiscal Year 2007 total general revenues. For preliminary FY 2008, total general revenues were \$3.428 billion as compared to \$3.212 billion for final FY 2007, an increase of \$216.2 million. Adopted FY 2008 total general revenues were \$3.436 billion; a growth rate of 7.0 percent over final FY 2007 total general revenues. The preliminary actual revenues were \$8.2 million less than the adopted estimates.

Taxes and Departmental Receipts

Annual Growth Rates	<u>Adopted Growth Estimate</u> 2.5 %	<u>Preliminary Growth</u> 2.3 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$2.878 Billion	<u>Preliminary Total</u> \$2.871 Billion

The State of Rhode Island Budget Office reports that preliminary Fiscal Year 2008 taxes and departmental receipts have increased by 2.3 percent as compared to final FY 2007 collections.

For preliminary FY 2008, total taxes and departmental receipts were \$2.871 billion as compared to \$2.807 billion for FY 2007, an increase of \$63.8 million.

Other General Revenue Sources

Annual Growth Rates	<u>Adopted Growth Estimate</u> 37.9 %	<u>Preliminary Growth</u> 37.7 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$557.8 Million	<u>Preliminary Total</u> \$557.1 Million

Preliminary FY 2008 Other General Revenue Sources collected have increased by 37.7 percent as compared to final Fiscal Year 2007 collections. For preliminary FY 2008, total other general sources were \$557.1 million as compared to \$404.6 million for final FY 2007, an increase of \$152.5 million. The growth rate adopted at the May Revenue Estimating Conference on May 9, 2008 was 37.9 percent. The preliminary FY 2008 Lottery Transfer to the general fund was \$2.5 million less than the final adopted estimate of \$356.8 million, but it was nearly a wash with Other Miscellaneous general revenues, which were \$1.9 million more than the final adopted estimate of \$181.0 million. The Gas Tax Transfer and Unclaimed Property transfer to the general fund were a cumulative \$134,225 less than the final adopted estimates for these general revenue sources.

Total Taxes

Annual Growth Rates	<u>Adopted Growth Estimate</u> -0.3 %	<u>Preliminary Growth</u> -0.4 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$2.521 Billion	<u>Preliminary Total</u> \$2.519 Billion

Total tax revenues for preliminary fiscal year 2008 were \$2.519 billion, or 0.4 percent less than the \$2.529 billion in total taxes collected in FY 2007. The FY 2008 growth estimate for tax collections, adopted at the May 2008 REC, was -0.3 percent over final FY 2007 tax collections. The largest declining components of total taxes was the sales and use tax which was \$8.0 million less than adopted and the business corporations tax which was \$5.1 million less than adopted. These large decliners were offset in part by personal income taxes which were \$4.7 million higher than adopted and insurance companies gross premiums taxes which were \$4.5 million greater than adopted.

Personal Income Taxes

Annual Growth Rates	<u>Adopted Growth Estimate</u> 0.4 %	<u>Preliminary Growth</u> 0.8 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$1.069 Billion	<u>Preliminary Total</u> \$1.074 Billion

Actual personal income tax collections for preliminary FY 2008 are up \$8.4 million, or 0.8 percent, compared to final FY 2007 personal income tax receipts. The preliminary FY 2008

growth rate is higher than the adopted FY 2008 growth rate of 0.4 percent over final FY 2007 personal income tax collections. The May Revenue estimating Conference's adopted estimate for personal income taxes collected in FY 2008 was \$1.069 billion. Preliminary FY 2008 collections for personal income taxes totaled \$1.074 billion, or \$4.7 million more than adopted.

On a cash basis, preliminary FY 2008 income tax refunds paid are greater by \$7.2 million, or 2.9 percent, compared to final FY 2007 income tax refunds paid. The May REC adopted cash estimate for income tax refunds paid in FY 2008 was \$255.0 million, an increase of 1.8 percent over FY 2007 income tax refunds paid. Preliminary FY 2008 cash collections for income tax refunds paid totaled \$257.8 million, or \$2.8 million more than adopted.

With respect to income tax withholding payments, preliminary FY 2008 collections on a cash basis have grown by \$13.6 million, or 1.5 percent, when compared to final FY 2007 cash withholding payments. The May REC adopted cash estimate for withholding income tax payments in FY 2008 was \$906.1 million, an increase of 1.6 percent over final FY 2007 withholding income taxes paid. Preliminary FY 2008 cash collections for withholding income taxes paid totaled \$905.3 million.

There has been a decrease in final income tax payments received in preliminary FY 2008. FY 2008 final income tax payments are down \$12.2 million, or 6.0 percent, as compared to final payments in FY 2007. The May REC adopted cash estimate for final income tax payments received in FY 2008 was \$189.4 million, a decrease of 6.7 percent from FY 2007 final income tax payments received. Preliminary FY 2008 cash collections for final income tax payments totaled \$190.8 million or \$1.4 million more than adopted.

Finally, with respect to estimated income tax payments, preliminary FY 2008 collections are up \$11.0 million from FY 2007 cash collections. This increase translates into a fiscal year-to-date growth rate of 4.9 percent. The 4.9 percent actual growth in preliminary cash estimated income tax payments received between FY 2008 and FY 2007 is more than the adopted cash growth rate for estimated income tax payments received of 3.2 percent. Preliminary FY 2008 estimated income tax payments received totaled \$235.9 million.

Sales and Use Taxes

Annual Growth Rates	<u>Adopted Growth Estimate</u> -2.3 %	<u>Preliminary Growth</u> -3.2 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$853.4 Million	<u>Preliminary Total</u> \$845.4 Million

Actual sales and use tax collections for preliminary FY 2008 are down \$8.0 million, or 3.2 percent, relative to final FY 2007 sales and use tax receipts. The preliminary FY 2008 growth rate lags behind the adopted FY 2008 growth rate of -2.3 percent over final FY 2007 sales and use tax collections. The May REC adopted estimate for sales and use taxes collected in FY 2008 was \$853.4 million. Preliminary FY 2008 collections for sales and use taxes totaled \$845.4 million or \$8.0 million less than adopted.

According to the Division of Taxation, within the sales tax components, registry receipts were down 11.5 percent in preliminary FY 2008 when compared to final FY 2007. This percentage decrease translates into \$11.6 million less in registry receipts between preliminary FY 2008 and final FY 2007. Net sales tax receipts remitted directly to the Division of Taxation posted a decline of 2.5 percent for preliminary FY 2008 over final FY 2007. This percentage decrease translates into a decrease of \$18.6 million between preliminary FY 2008 and final FY 2007. Providence Place Mall (PPM) sales tax receipts were up 10.3 percent between preliminary FY 2008 and final FY 2007. This percentage increase translates into an increase of \$1.3 million between preliminary FY 2008 and final FY 2007.

General Business Taxes

Annual Growth Rates	<u>Adopted Growth Estimate</u> 2.8 %	<u>Preliminary Growth</u> 4.1 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$371.1 Million	<u>Preliminary Total</u> \$375.7 Million

Preliminary total general business taxes collected in the FY 2008 period were \$375.7 million or \$14.8 million more than the \$360.9 million collected in final general business taxes in FY 2007. Preliminary FY 2008 growth is 4.1 percent versus the 2.8 percent adopted by the Revenue Estimating Conference on May 9, 2008. The May REC adopted estimate for general business taxes collected in FY 2008 was \$371.1 million. Preliminary FY 2008 collections for general business taxes are \$4.6 million more than adopted.

Preliminary FY 2008 business corporations tax collections were up \$3.2 million, or 2.2 percent, from final FY 2007 business corporations taxes. This growth rate is lower than the adopted growth rate of 5.6 percent. The May REC adopted estimate for business corporations taxes collected in FY 2008 was \$156.5 million. Preliminary FY 2008 collections for general business taxes totaled \$151.4 million, \$5.1 million less than adopted.

Preliminary FY 2008 health care provider assessment taxes are up by \$5.4 million, or 11.3 percent, over final FY 2007 health care provider assessments. This growth rate is higher than the adopted growth rate of 6.1 percent agreed upon at the May 2008 Revenue Estimating Conference. The May REC adopted estimate for health care provider assessments collected in FY 2008 was \$50.9 million. Preliminary FY 2008 collections for health care provider assessments totaled \$53.4 million, \$2.5 million more than adopted.

Preliminary FY 2008 bank deposit taxes of \$1.7 million are up \$36,125, or 2.2 percent, over final FY 2007 bank deposit taxes. This growth rate is higher than the growth rate of 1.6 percent adopted by the May 2008 Revenue Estimating Conference. The May REC adopted estimate for bank deposits taxes collected in FY 2008 was \$1.7 million.

Preliminary FY 2008 financial institutions taxes collected were \$2.6 million less than for final FY 2007. Preliminary FY 2008 financial institutions taxes totaled \$1.8 million or -58.6 percent over final FY 2007 financial institutions taxes. The adopted growth rate for FY 2008 was -72.9 percent.

Preliminary FY 2008 insurance companies taxes are up \$11.4 million, or 20.1 percent over final FY 2007 insurance companies taxes. This growth rate is higher than the growth rate of 12.1 percent adopted at the May 2008 Revenue Estimating Conference. The May REC adopted estimate for insurance companies taxes collected in FY 2008 was \$63.5 million. Preliminary FY 2008 collections for insurance companies taxes totaled \$68.0 million.

Public utilities gross earnings taxes are down 2.6 percent for preliminary FY 2008 from final FY 2007 public utilities gross earnings taxes. This growth rate is higher than the enacted growth rate of -4.7 percent adopted at the May 2008 Revenue Estimating Conference. The May REC adopted estimate for public utilities gross earnings taxes collected in FY 2008 was \$97.3 million. Preliminary FY 2008 collections for public utilities gross earnings taxes totaled \$99.4 million.

Excise Taxes Other Than the Sales and Use Tax

Annual Growth Rates	<u>Adopted Growth Estimate</u> -2.2 %	<u>Preliminary Growth</u> -2.2 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$175.5 Million	<u>Preliminary Total</u> \$175.4 Million

Preliminary excise taxes other than sales and use taxes collected in FY 2008 period totaled \$175.4 million or \$4.0 million less than the \$179.4 million recorded for final FY 2007. Preliminary FY 2008 growth is -2.2 percent versus the -2.2 percent adopted by the Revenue Estimating Conference on May 9, 2008. The May REC adopted estimate for excise taxes other than sales and use taxes collected in FY 2008 was \$175.5 million. Preliminary FY 2008 collections for excise taxes other than sales and use taxes are \$73,070 less than adopted.

Preliminary FY 2008 motor vehicle licenses and fees are up \$1.7 million, or 3.7 percent, from final FY 2007 motor vehicle licenses and fees. This growth rate is higher than the adopted growth rate of -3.6 percent agreed to at the May 2008 Revenue Estimating Conference. The May REC adopted estimate for motor vehicle licenses and fees collected in FY 2008 was \$45.2 million. Preliminary FY 2008 collections for motor vehicle licenses and fees totaled \$48.6 million, \$3.4 million more than adopted.

Preliminary FY 2008 motor fuel taxes are down \$320,287, or -24.4 percent, from final FY 2007 motor fuel taxes. Motor fuel taxes are those taxes paid by commercial truckers for use of Rhode Island highways. This growth rate is lower than the adopted growth rate of -1.7 percent adopted at the May 2008 Revenue Estimating Conference. The May REC adopted estimate for motor fuel taxes collected in FY 2008 was \$1.3 million. Preliminary FY 2008 collections for motor fuel taxes totaled \$1.0 million, or \$298,572 less than adopted.

Rhode Island cigarette tax receipts are comprised of excise taxes collected on the sale of cigarettes, which also includes cigars and pipe tobacco, smokeless tobacco, and a one-time cigarette floor stock tax. Cigarette tax receipts for preliminary FY 2008 including smokeless tobacco products and the cigarette floor stock tax are down 4.8 percent compared to final FY 2007 collections. This preliminary rate of growth is lower than the FY 2008 adopted rate of growth of -2.0 percent over final FY 2007 cigarette tax collections agreed to at the Revenue

Estimating Conference on May 9, 2008. The preliminary collections for the cigarette tax totaled \$3.4 million less than the FY 2008 adopted estimate of \$118.1 million.

The change in cigarette consumption between preliminary FY 2008 and FY 2007 is determined as follows. The value of the smokeless tobacco products tax is netted out of the data for FY 2008 and 2007. The cigarette tax rate remained the same from FY 2007 through FY 2008 so no further adjustment is needed. The result is a decrease in Rhode Island cigarette consumption of 4.9 percent for FY 2008 versus FY 2007.

Preliminary FY 2008 alcohol taxes are up \$435,191, or 4.1 percent, from final FY 2007 alcohol taxes. This growth rate is higher than the adopted growth rate of 1.8 percent agreed to at the May 2008 Revenue Estimating Conference. The May REC adopted estimate for alcohol taxes collected in FY 2008 was \$10.9 million. Preliminary FY 2008 collections for alcohol taxes totaled \$11.1 million, \$240,941 more than adopted.

Other Taxes

Annual Growth Rates	<u>Adopted Growth Estimate</u> 2.7 %	<u>Preliminary Growth</u> -3.9 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$51.7 Million	<u>Preliminary Total</u> \$48.4 Million

Preliminary other taxes collected in FY 2008 totaled \$48.4 million versus \$50.3 million in other taxes collected during FY 2007, a decrease of \$2.0 million, or -3.9 percent. Preliminary FY 2008 growth is well below the 2.7 percent adopted at the Revenue Estimating Conference on May 9, 2008. The May REC adopted estimate for other taxes collected in FY 2008 was \$51.7 million. Preliminary FY 2008 collections for other taxes are \$3.3 million less than adopted.

Preliminary FY 2008 inheritance taxes are \$649,946 greater, or 1.9 percent, over final FY 2007 inheritance taxes collected. This growth rate is lower than the adopted growth rate of 9.6 percent agreed to at the May 2008 Revenue Estimating Conference. The May REC adopted estimate for inheritance taxes collected in FY 2008 was \$38.0 million. Preliminary FY 2008 collections for inheritance taxes totaled \$35.3 million or \$2.7 million less than enacted.

Preliminary FY 2008 racing and athletics taxes are down \$108,304, or 3.7 percent, from final FY 2007 racing and athletics taxes collected. This growth rate compares to an adopted growth rate of -4.1 percent agreed to at the May 2008 Revenue Estimating Conference. The May REC adopted estimate for athletics and racing taxes collected in FY 2008 was \$2.8 million. Preliminary FY 2008 collections for racing and athletics taxes totaled \$2.8 million, \$12,860 more than adopted.

Preliminary FY 2008 realty transfer taxes are down \$2.5 million, or 19.7 percent, from final FY 2007 realty transfer taxes collected. This growth rate is lower than the adopted growth rate of -14.4 percent agreed to at the May 2008 Revenue Estimating Conference. The May REC adopted estimate for realty transfer taxes collected in FY 2008 was \$10.9 million. Preliminary FY 2008 collections for realty transfer taxes totaled \$10.2 million, \$676,906 less than adopted.

Total Departmental Receipts

Annual Growth Rates	<u>Adopted Growth Estimate</u> 28.7 %	<u>Preliminary Growth</u> 26.8 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$357.5 Million	<u>Preliminary Total</u> \$352.1 Million

FY 2008 preliminary departmental receipts total \$352.1 million, an increase of \$74.3 million from the amount that was collected in FY 2007. Preliminary actual departmental receipts for FY 2008 are up 26.8 percent when compared to receipts collected in FY 2007. The adopted FY 2008 growth estimate agreed to at the Revenue Estimating Conference on May 9, 2008 is 28.7 percent over final FY 2007 departmental receipt collections. The May REC adopted estimate for FY 2008 departmental receipts was \$357.5 million, \$79.7 million more than preliminary FY 2007 collections. The preliminary actual departmental receipts were \$352.1 million, \$5.4 million less than the adopted estimate.

Within the total departmental receipt components, licenses and fees are up \$43.7 million, or 22.6 percent, for preliminary FY 2008 versus final FY 2007. It is important to note that, in the licenses and fees category of departmental receipts, the Hospital Licensing Fee was not due for FY 2008 until July 16, 2008 and was accrued back to FY 2008 after payment was received. The Hospital Licensing Fee accounted for \$70.9 million in departmental revenues in FY 2008. In FY 2007, \$4.4 million of the Hospital Licensing Fee was paid on a cash basis, with \$66.8 million accrued. The most substantial change in within the license and fees category of departmental revenues for FY 2008 was in the Rhode Island Historic Preservation Investment Tax Credit Application Fee, which were \$24.8 million more in preliminary FY 2008 than in final FY 2007.

Fines and penalties are up \$4.0 million, or 11.6 percent, for preliminary FY 2008 versus final FY 2007. The change in fines and penalties is mostly due to increases in two subcategories of departmental revenue collections. Insurance administration penalties were more by \$1.1 million in preliminary 2008 compared to final FY 2007. Increased collections of interest on overdue taxes totaled \$1.2 million.

Sales and services revenues are up \$28.4 million, or 179.8 percent, for preliminary FY 2008 versus final FY 2007. The FY 2008 increase in sales and service revenues is a result of the statutorily delayed posting of uncompensated care payments which are reflected as receipts to the state run Eleanor Slater Hospital. The FY 2007 reimbursements for uncompensated care payments were shifted into FY 2008 in the FY 2007 Appropriations Act. The FY 2007 Appropriations Act changed the date the uncompensated care is required for FY 2007 to July 16, 2007, effectively FY 2008. In addition, the FY 2008 uncompensated care payment was collected in June 2008. As a result, two uncompensated care payments totaling \$27.6 million were received in FY 2008 vs. no uncompensated care payments received in FY 2007.

Finally, miscellaneous departmental revenues are down \$1.8 million, or -5.4 percent, through preliminary FY 2008 versus final FY 2007. Within this category, child support enforcement collections were \$3.1 million less in preliminary FY 2008 than in final FY 2007.

Gas Tax Transfer

Annual Growth Rates	<u>Adopted Growth Estimate</u> -3.6 %	<u>Preliminary Growth</u> -4.1 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$4.5 Million	<u>Preliminary Total</u> \$4.5 Million

The preliminary FY 2008 gas tax transfer is down 4.1 percent, or \$(190,857), when compared to final FY 2007. The adopted growth rate estimate for the gas tax transfer agreed to at the May 2008 Revenue Estimating Conference was -3.6 percent over the final FY 2007 gas tax transfer. The preliminary FY 2008 gas tax transfer totaled \$4.5 million or \$21,255 less than the adopted transfer. In both FY 2008 and FY 2007, \$0.01 per gallon of the State's \$0.30 per gallon motor fuel tax is devoted to the general fund.

Other Miscellaneous Revenues

Annual Growth Rates	<u>Adopted Growth Estimate</u> 168.2 %	<u>Preliminary Growth</u> 171.1 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$181.0 Million	<u>Preliminary Total</u> \$183.0 Million

Preliminary other miscellaneous revenues are up 171.7 percent in FY 2008, an increase of \$115.4 million from final other miscellaneous revenues collected in FY 2007. Other miscellaneous revenues for preliminary FY 2008 total \$183.0 million compared to \$67.5 million collected last fiscal year. The adopted FY 2008 growth rate agreed to at the Revenue Estimating Conference on May 9, 2008 is 168.2 percent over final FY 2007 other miscellaneous revenues. The increase in other miscellaneous revenues is accounted for by the transfer of \$124.0 million in proceeds from the securitization of residual tobacco settlement funds.

Lottery Transfer

Annual Growth Rates	<u>Adopted Growth Estimate</u> 11.2 %	<u>Preliminary Growth</u> 10.4 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$321.0 Million	<u>Preliminary Total</u> \$354.3 Million

The Lottery Transfer to the general fund is up 10.4 percent, or \$33.3 million, for preliminary FY 2008 compared to the final FY 2007 lottery transfer. There were no changes made to the distribution of video lottery net terminal income (NTI) in the FY 2008 budget. The adopted FY 2008 growth rate agreed to at the Revenue Estimating Conference on May 9, 2008 is 11.2 percent over the final FY 2007 lottery transfer. The preliminary FY 2008 lottery transfer was \$354.3 million or \$2.5 million less than the FY 2008 adopted estimate of \$356.8 million.

With respect to video lottery net terminal income, on a nominal basis, the State's share of video lottery NTI grew 14.6 percent in preliminary FY 2008 versus final FY 2007. This is more than

the adopted growth rate of 14.9 percent over FY 2007 agreed to at the May 2008 revenue Estimating Conference. The preliminary FY 2008 video lottery transfer was \$294.9 million or \$932,432 less than the FY 2008 adopted estimate of \$295.8 million.

The transfer to the State general fund from instant and monitor games is down 6.6 percent on a nominal basis for preliminary FY 2008 versus final FY 2007. The adopted FY 2008 growth rate estimate for instant and monitor games agreed to at the Revenue Estimating Conference on May 9, 2008 was -4.1 percent over the final FY 2007 combined games lottery transfer. The preliminary FY 2008 combined games lottery transfer was \$59.4 million or \$1.6 million less than the FY 2008 adopted combined games lottery transfer of \$61.0 million.

Unclaimed Property Transfer

Annual Growth Rates	<u>Adopted Growth Estimate</u> 35.3 %	<u>Preliminary Growth</u> 34.3 %
Annual Dollar Values	<u>Adopted Revenue Estimate</u> \$15.5 Million	<u>Preliminary Total</u> \$15.4 Million

The preliminary FY 2008 unclaimed property transfer totals \$15.4 million, an increase of \$3.9 million from the final unclaimed property transfer received in FY 2007. The unclaimed property transfer for preliminary FY 2008 is up 34.3 percent when compared to the final FY 2007 unclaimed property transfer. The adopted FY 2008 growth rate agreed to at the Revenue Estimating Conference on May 9, 2008 was 35.3 percent over the final FY 2007 unclaimed property transfer. The preliminary FY 2008 unclaimed property transfer was \$112,970 less than the adopted FY 2008 unclaimed property transfer of \$15.5 million.



Rosemary Booth Gallogly, State Budget Officer

October 17, 2008

STATE OF RHODE ISLAND
Year To Date Revenues

	Audited FY 2007 June	Preliminary FY 2008 June	Change	Adopted Estimate
<u>Personal Income Tax</u>	1,065,367,487	1,073,795,214	0.8%	0.4%
<u>General Business Taxes</u>				
Business Corporations	148,149,224	151,394,857	2.2%	5.6%
Public Utilities Gross Earnings	102,109,351	99,436,915	-2.6%	-4.7%
Financial Institutions	4,423,263	1,830,270	-58.6%	-72.9%
Insurance Companies	56,624,298	67,997,274	20.1%	12.1%
Bank Deposits	1,673,925	1,710,050	2.2%	1.6%
Health Care Provider Assessment	47,969,857	53,372,451	11.3%	6.1%
<u>Excise Taxes</u>				
Sales and Use	873,203,818	845,365,207	-3.2%	-2.3%
Motor Vehicle	46,878,905	48,610,020	3.7%	-3.6%
Motor Fuel	1,311,760	991,473	-24.4%	-1.7%
Cigarettes	120,480,817	114,674,498	-4.8%	-2.0%
Alcohol	10,705,750	11,140,941	4.1%	1.8%
Controlled Substances	-	-	-	-
<u>Other Taxes</u>				
Inheritance and Gift	34,683,979	35,333,925	1.9%	9.6%
Racing and Athletics	2,921,164	2,812,860	-3.7%	-4.1%
Realty Transfer	12,737,438	10,223,094	-19.7%	-14.4%
Total Taxes	\$ 2,529,241,035	\$ 2,518,689,049	-0.4%	-0.3%
<u>Departmental Receipts</u>				
Licenses and Fees	192,919,902	236,591,846	22.6%	
Fines and Penalties	34,978,850	39,027,555	11.6%	
Sales and Services	15,815,301	44,244,071	179.8%	
Miscellaneous	34,076,398	32,243,824	-5.4%	
Total Departmental Receipts	\$ 277,790,451	\$ 352,107,296	26.8%	28.7%
Taxes and Departmentals	\$ 2,807,031,486	\$ 2,870,796,345	2.3%	2.5%
<u>Other General Revenue Sources</u>				
Gas Tax Transfer	4,704,602	4,513,745	-4.1%	-3.6%
Other Miscellaneous Revenues	67,471,487	182,892,012	171.1%	168.2%
Lottery Transfer	320,989,832	354,311,448	10.4%	11.2%
Unclaimed Property	11,456,513	15,387,030	34.3%	35.3%
Total Other Sources	\$ 404,622,434	\$ 557,104,235	37.7%	37.9%
Total General Revenues	\$ 3,211,653,920	\$ 3,427,900,580	6.7%	7.0%

State of Rhode Island
General Revenue Report-Preliminary-Unaudited
June 30, 2008

	Final Budget	Actual	Variance	Percent Variance
PERSONAL INCOME TAX	\$ 1,069,100,000	\$ 1,073,795,214	\$ 4,695,214	0.44%
GENERAL BUSINESS TAXES:				
Business Corporations	156,500,000	151,394,857	(5,105,143)	-3.26%
Public Utilities Gross Earnings	97,300,000	99,436,915	2,136,915	2.20%
Financial Institutions	1,200,000	1,830,270	630,270	52.52%
Insurance Companies	63,500,000	67,997,274	4,497,274	7.08%
Bank Deposits	1,700,000	1,710,050	10,050	0.59%
Health Care Provider Assessment	50,900,000	53,372,451	2,472,451	4.86%
SALES AND USE TAXES:				
Sales and Use	853,400,000	845,365,207	(8,034,793)	-0.94%
Motor Vehicle	45,200,000	48,610,020	3,410,020	7.54%
Motor Fuel	1,290,000	991,473	(298,527)	-23.14%
Cigarettes	118,100,000	114,674,498	(3,425,502)	-2.90%
Alcohol	10,900,000	11,140,941	240,941	2.21%
OTHER TAXES:				
Inheritance and Gift	38,000,000	35,333,925	(2,666,075)	-7.02%
Racing and Athletics	2,800,000	2,812,860	12,860	0.46%
Realty Transfer Tax	10,900,000	10,223,094	(676,906)	-6.21%
Total Taxes	<u>2,520,790,000</u>	<u>2,518,689,049</u>	<u>(2,100,951)</u>	<u>-0.08%</u>
Departmental Revenue	<u>357,500,000</u>	<u>352,107,296</u>	<u>(5,392,704)</u>	<u>-1.51%</u>
Total Taxes and Departmentals	<u>2,878,290,000</u>	<u>2,870,796,345</u>	<u>(7,493,655)</u>	<u>-0.26%</u>
OTHER SOURCES				
Gas Tax Transfer	4,535,000	4,513,745	(21,255)	-0.47%
Other Miscellaneous	180,970,000	182,892,012	1,922,012	1.06%
Lottery	356,800,000	354,311,448	(2,488,552)	-0.70%
Unclaimed Property	15,500,000	15,387,030	(112,970)	-0.73%
Total Other Sources	<u>557,805,000</u>	<u>557,104,235</u>	<u>(700,765)</u>	<u>-0.13%</u>
Total General Revenues	<u>\$ 3,436,095,000</u>	<u>\$ 3,427,900,580</u>	<u>\$ (8,194,420)</u>	<u>-0.24%</u>